



Request for City Council Committee Action From the Office of the City Coordinator

Date April 22, 2002

To Ways & Means/ Budget Committee

Submitted by Kim W. Havey, Director, Minneapolis Empowerment Zone, 673-5415

Approved by John Moir, City Coordinator

Subject Acceptance of \$3 million U.S. Department of Housing & Urban Development grant amendment for FY2002 funding of Minneapolis as a Round II Empowerment Zone.

Presenters in Committee Kim W. Havey, Director, Minneapolis Empowerment Zone

Recommendation Accept \$3 million U.S. Department of Housing and Urban Development FY2002 grant amendment for Minneapolis as a Round II Empowerment Zone, #EZ-99-MN-0006.

Amend the 2002 General Appropriation Resolution by increasing the appropriation for the City Coordinator Agency in the Federal Grants Fund (0300-840-8460) and increasing the City Coordinator Agency and revenue estimate in the Federal Grants Fund (0300-840-8460-3210) by \$3 million.

Financial Impact

- ☐ No financial impact or Action is within current budget.
- ☐ Action requires an appropriation increase to the Capital Budget
- ☐ Action requires an appropriation increase to the Operating Budget
- ☒ Action provides increased revenue for appropriation increase
- ☐ Action requires use of contingency or reserves
- ☐ Other financial impact (Explain):
- ☐ Request provided to the Budget Office when provided to the Committee Coordinator

Background/Supporting Information

Congress has made an additional \$3 million available for FY2002 funding of the Minneapolis Empowerment Zone (EZ). The \$3 million is awarded as an amendment to the initial 1999 Memorandum of Agreement (MOA). The grant agreement for the EZ has been amended each year since the 1999 MOA. The following appropriations have been made annually by Congress: 1999 MOA and Grant agreement (\$3 million), 2000 amendment (\$3.6 million), 2001 amendment (\$5 million), 2001 additional amendment (\$7.3 million), 2002 amendment (\$3 million). The total through 2002 is \$21.9 million.

As with previous funding, the allocation of the \$3 million of FY2002 funds will be made by the EZ Governance Board and approved by the City Council.